

State of Utah

Department of Natural Resources

> MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

MARY ANN WRIGHT Acting Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

April 21, 2005

Mr. Keith MacKay State Stone Corporation 4640 South 300 West Salt Lake City, Utah 84107

Subject: Conditional Acceptance of Notice of Intention to Commence Small
Mining Activities, State Stone Corporation, Torrey Buff and Torrey Red

Quarries, S/055/021, Wayne County, Utah

Dear Mr. MacKay:

Thank you for your Notice of Intent (notice) and initial permit fee payment received April 1, 2005, concerning your Torrey Buff and Torrey Red Quarries. These quarries are located near the town of Torrey in Section 20, Township 29 South, Range 5 East, and in Section 13, Township 29 South, Range 4 East, SLBM.

The Division accepts your notice with the following conditions:

- 1. The Division has not yet verified that you have completed all of the reclamation work that was to be done to reduce the size of the disturbances. We anticipate inspecting the sites in mid-May, but until then, we will not be able to sign the reclamation contract and give final approval.
- 2. We need to receive a reclamation bond and a reclamation contract. The required bond amount is \$13,500 for the two sites. This assumes that the reclamation grading at the west site is adequate and vegetation has become established in the reclaimed areas.

This bond figure is larger than we previously told you by \$1500. You have reclaimed about three acres, and although the Division can allow you to not include these areas for determining whether the site is a small mine (assuming reclamation work is adequate), we still need to carry a bond for revegetation of these areas. This bond needs to be in place until the vegetation has survived three growing seasons.



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The reclamation bond can be submitted in the form of a surety, an irrevocable letter of credit, a certificate of deposit, or cash. If you submit a cash bond, please be advised that there may be a maintenance fee charged by the State Treasurer. The Division of Oil, Gas and Mining and the Bureau of Land Management would need to be named as beneficiaries on the surety instrument. When you choose the form of bond you will post, please contact Beth Ericksen at (801) 538-5318 or e-mail <a href="mailto:bethericksen@utah.gov">bethericksen@utah.gov</a> to obtain the current forms, or they can be downloaded from our web site at <a href="mailto:www.ogm.ut.gov">www.ogm.ut.gov</a>.

Together with the bond, you will need to submit a reclamation contract. This form can also be obtained from Beth Ericksen or from our web site.

Please wait to submit the bond and reclamation contract until you hear from us that we have inspected the sites and determined that reclamation is adequate. We also ask that you submit draft copies of the reclamation contract and bond that we can review before you finalize these documents.

Please be advised that no mining related disturbance can be created until the surety is received and you have received written acceptance from this office.

Thank you for your cooperation to help finalize this permitting action. In reply, <u>please refer to file number S/055/021</u>.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Susann. White

SMW:PBB:ib

cc: Buzz Rakow, Hanksville BLM

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